

14/035/002

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APRIL 27, 1995

MR. WAYNE HEDBERG
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
355 WEST NORTH TEMPLE
3 TRIAD CENTER
SALT LAKE CITY, UT 84180-1203



Kennecott

RE: EXPLORATION DRILLING IN THE BINGHAM MINE RECLAMATION AREA, SECTION 7, T3S, R2W;
AND IN THE BARNEYS CANYON EXPLORATION PERMIT AREA, SALT LAKE COUNTY, UTAH.

DEAR MR. HEDBERG:

IN RESPECT TO OUR DISCUSSIONS IN MARCH CONCERNING PERMITTING OF EXPLORATION ACTIVITIES AT OUR SE PEDIMENT PROJECT, I AM ENCLOSING A MAP OF THE AREA IN QUESTION. THE MAJORITY OF OUR ACTIVITY FALLS WITHIN THE BINGHAM MINE RECLAMATION BOUNDARY, SEC. 7, T3S, R2W. TO DATE THREE OF OUR HOLES HAVE BEEN DRILLED IN THE BARNEYS CANYON EXPLORATION PERMIT BONDED AREA (E/O35/002). HOWEVER, ALL ACTIVITY HAS BEEN PERMITTED UNDER THE BARNEYS CANYON EXPLORATION PERMIT.

DURING OUR CONVERSATION, WE AGREED THAT HENCEFORTH KENNECOTT WOULD SUBMIT COURTESY NOTIFICATION OF EXPLORATION ACTIVITIES IN THE BINGHAM MINE RECLAMATION AREA; AND CONTINUE TO SUBMIT NOTICES OF INTENT TO CONDUCT EXPLORATION WHEN OPERATING IN THE BARNEYS CANYON EXPLORATION PERMIT AREA. IN BOTH AREAS WE WILL CONTINUE TO ABANDON HOLES AND RECLAIM SITES IN ACCORDANCE WITH APPLICABLE STATE REGULATIONS.

PLEASE CALL ME AT 569-7371 IF YOU OR MR. KUNZLER HAVE ADDITIONAL QUESTIONS OR COMMENTS.

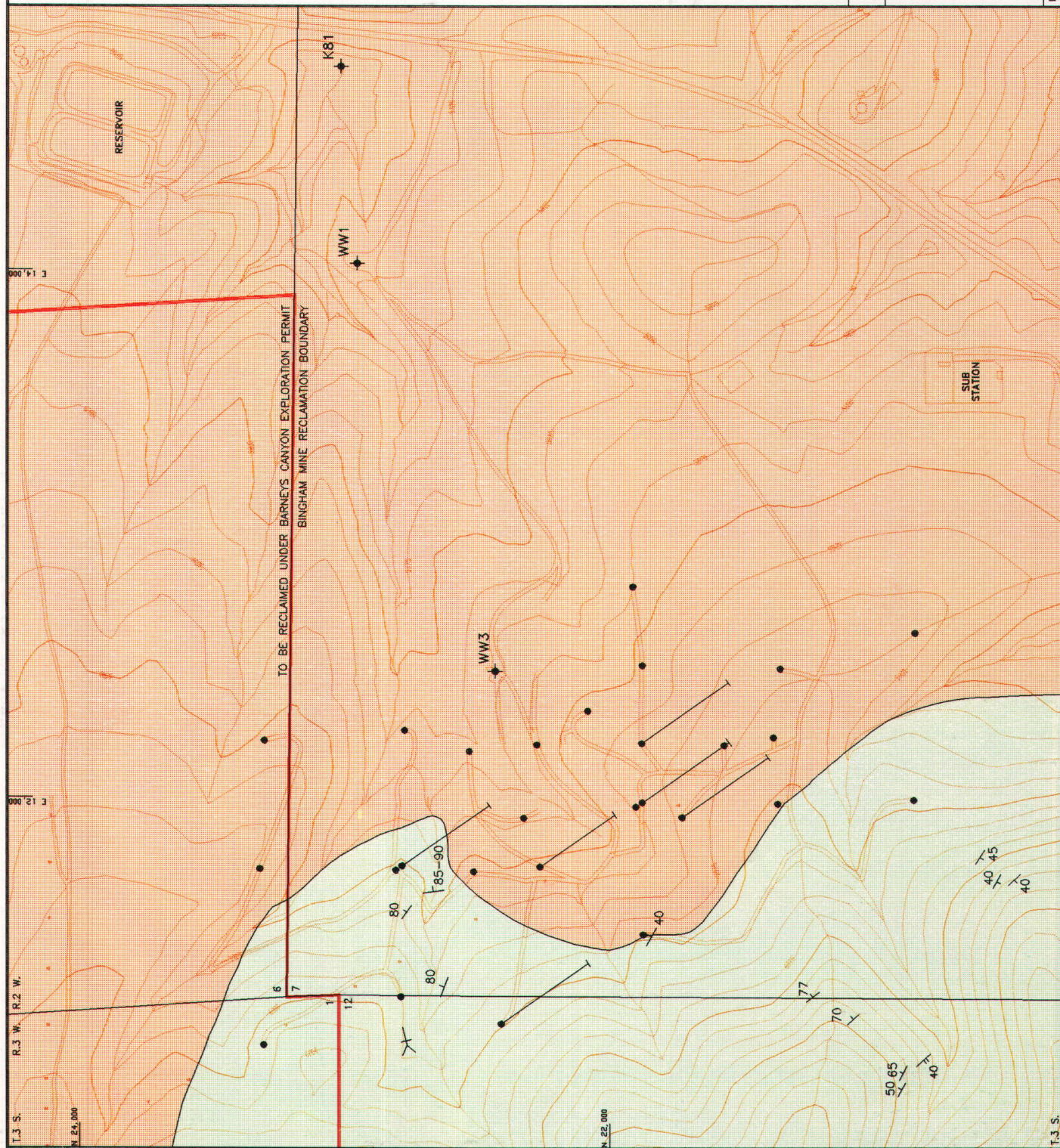
SINCERELY YOURS,

W. L. GUNTER

CC: G. BALLANTYNE
P. FIKKAN
D. LEAR
L. KUNZLER - DOGM

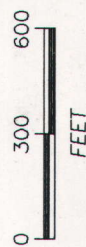
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EXPLANATION

- Paleozoic rock
- Tertiary or Quaternary cover
- Water well
- Angle drill hole
- Vertical drill hole
- Collapsed adit



UTAH COPPER
GEOLOGICAL SERVICES

SOUTHEAST PEDIMENT

DRILLING